

ModernGraham Valuation

Cornerstone
Progressive Return
Fund



Company Name:

Company Ticker CFP

Date of Analysis

12/6/2016

Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$278,791,507	Fail
2. Sufficiently Strong Financial Condition	Current Ratio > 2	1.71	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Fail
4. Dividend Record	Dividend Payments for 10 years prior		Fail
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-142.39%	Fail
6. Moderate PEmg Ratio	PEmg < 20	20.68	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.57	Pass

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	1.71	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	1.04	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Fail
5. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$0.81
MG Growth Estimate	15.00%
MG Value	\$31.34
MG Value based on 3% Growth	\$11.80
MG Value based on 0% Growth	\$6.92
Market Implied Growth Rate	6.09%

MG Opinion

Current Price	\$16.83
% of Intrinsic Value	53.70%
Opinion	Undervalued
MG Grade	B-

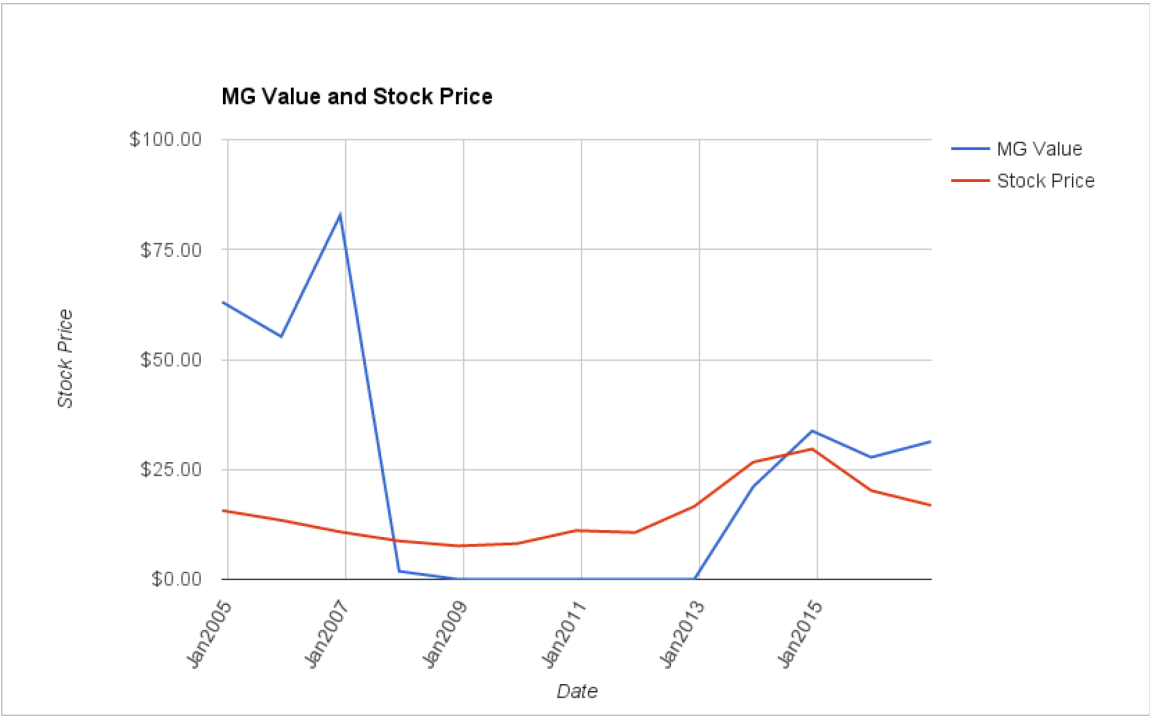
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$6.50
Graham Number	\$14.31
PEmg	20.68
Current Ratio	1.71
PB Ratio	1.57
Current Dividend	\$0.00
Dividend Yield	0.00%
Number of Consecutive Years of Dividend Growth	0

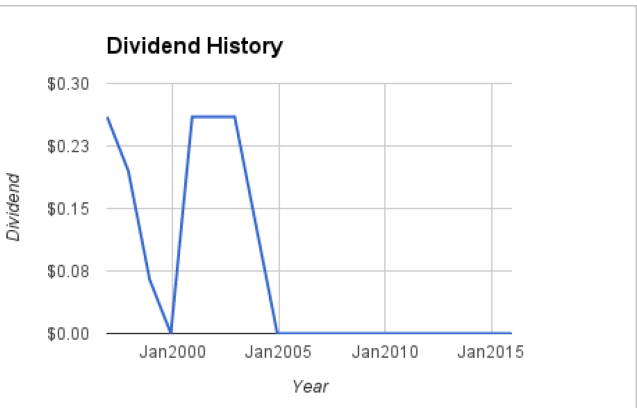
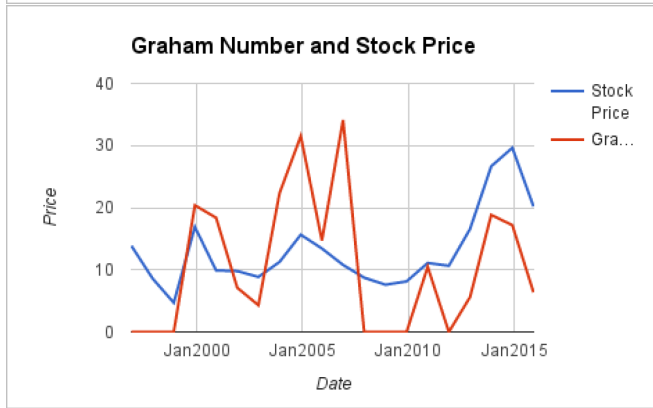
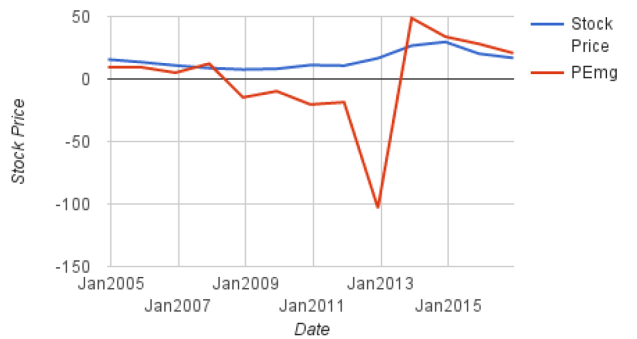
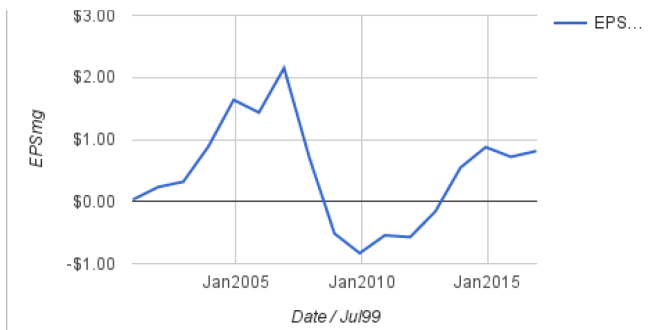
Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$0.85	Next Fiscal Year Estimate	\$0.81
Dec2015	\$0.18	Dec2015	\$0.72
Dec2014	\$1.28	Dec2014	\$0.88
Dec2013	\$1.61	Dec2013	\$0.55
Dec2012	\$0.18	Dec2012	-\$0.16
Dec2011	-\$0.40	Dec2011	-\$0.57
Dec2010	\$0.57	Dec2010	-\$0.54
Dec2009	-\$0.50	Dec2009	-\$0.83
Dec2008	-\$2.42	Dec2008	-\$0.52
Dec2007	-\$2.53	Dec2007	\$0.71
Dec2006	\$3.31	Dec2006	\$2.15
Dec2005	\$0.67	Dec2005	\$1.43
Dec2004	\$3.22	Dec2004	\$1.64
Dec2003	\$1.65	Dec2003	\$0.89
Dec2002	\$0.07	Dec2002	\$0.32
Dec2001	\$0.19	Dec2001	\$0.23
Dec2000	\$1.28	Dec2000	\$0.03
Dec1999	\$1.66	Balance Sheet Information 9/16/2016	
Dec1998	-\$3.49	Total Current Assets	\$1,019,200,000
Dec1997	-\$0.56	Total Current Liabilities	\$594,900,000
Dec1996	-\$0.97	Long-Term Debt	\$441,600,000
		Total Assets	\$3,304,400,000
		Intangible Assets	\$767,900,000
		Total Liabilities	\$1,882,800,000
		Shares Outstanding (Diluted Average)	132,805,000



EPSmg	Price and PEMg
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Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

Recommended Reading:

Other ModernGraham posts about the company #N/A

Other ModernGraham posts about related companies [First Solar Inc. Valuation – November 2015 Update \\$FSLR](#)
[First Solar Inc. Annual Valuation – 2014 \\$FSLR](#)